

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02089A B
KYLLO DEVELOPMENT CORP

BRADSHAW MOUNTAINVIEW
WATER

PO BOX 10593
SEDONA, AZ 86339

RECEIVED
APR 10 4 2008
AZ CORP COMM.
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007
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FOR COMMISSION USE

ANN 04	07
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PROCESSED BY:

4-10-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) Bradshaw Mountainview Water Co

Mailing Address PO Box 10593

(Street)

Sedona

(City)

Arizona

(State)

86339

(Zip)

928-203-0890

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address bradshawmanagement@gmail.com

Local Office Mailing Address PO Box 10593

(Street)

Sedona

(City)

Arizona

(State)

86339

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Tim Kylo

(Name)

Pres

(Title)

PO Box 10593

(Street)

Sedona

(City)

AZ

(State)

86339

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

On Site Manager: Tim Kylo

(Name)

(Street)

(City)

(State)

(Zip)

928-203-0890

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Tim Kylo

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☐ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☒ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☐ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☒ YAVAPAI

☐ YUMA

☐ STATEWIDE

Company Name: Bradshaw Mountainview Water Co.

UTILITY PLANT IN SERVICE

Acct. No.	Description	Original Cost (OC)	Accumulated Depreciation (AD)	OCLD (OC less AD)
301	Organization	\$ 10,271	\$ 10,271	\$ -
302	Franchises			-
303	Land & Land Rights	5,500		5,500
304	Structures & Improvements	14,205	10,291	3,914
307	Wells & Springs	114,710	36,573	78,137
311	Pumping Equipment	129,208	22,293	106,915
320	Water Treatment Equipment	1,735	1,735	-
330	Distribution Reservoirs & Standpipes	39,904	22,741	17,163
330.1	Storage Tanks	64,000	1,421	62,579
331	Transmission & Distrib. Mains	1,257,276	171,357	1,085,919
333	Services	227,838	57,414	170,424
334	Meters & Meter Installations	48,525	38,444	10,081
335	Hydrants			-
336	Backflow Prevention Devices			-
339	Other Plant & Misc Equipment			-
340	Office Furniture & Equipment			-
340.1	Computers & Software			-
341	Transportation Equipment			-
343	Tools, Shop & Garage Equip.	1,600	1,113	487
344	Laboratory Equipment			-
345	Power Operated Equipment			-
346	Communications Equipment			-
347	Miscellaneous Equipment			-
348	Other Tangible Plant			-
	TOTALS	\$ 1,914,772	\$ 373,652	\$ 1,541,120

This amount goes on the Balance Sheet Acct. No. 108

Company Name: Bradshaw Mountainview Water Co.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1X2)
301	Organization	\$ 10,271		\$ -
302	Franchises	-		-
303	Land & Land Rights	5,500	N/A	-
304	Structures & Improvements	14,205	3.3300%	473
307	Wells & Springs	114,710	3.3300%	3,820
311	Pumping Equipment	129,208	12.5000%	16,151
320	Water Treatment Equipment	1,735	3.3300%	-
330	Distribution Reservoirs & Standpipes	39,904	2.2200%	886
330.1	Storage Tanks	64,000	2.2200%	1,421
331	Transmission & Distrib. Mains	1,257,276	2.0000%	25,146
333	Services	227,838	3.3300%	7,587
334	Meters & Meter Installations	48,525	8.3300%	4,042
335	Hydrants	-	2.0000%	-
336	Backflow Prevention Devices	-	6.6700%	-
339	Other Plant & Misc Equipment	-	6.6700%	-
340	Office Furniture & Equipment	-	6.6700%	-
340.1	Computers & Software	-	20.0000%	-
341	Transportation Equipment	-	20.0000%	-
343	Tools, Shop & Garage Equip.	1,600	5.0000%	80
344	Laboratory Equipment	-	10.0000%	-
345	Power Operated Equipment	-	5.0000%	-
346	Communications Equipment	-	10.0000%	-
347	Miscellaneous Equipment	-	10.0000%	-
348	Other Tangible Plant	-	10.0000%	-
	TOTALS	\$ 1,914,772		\$ 59,605

This amount goes on the Comparative Statement of Income and Expense
Acct. No. 403.

Company Name: Bradshaw Mountainview Water Co.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6,712	\$ 3,405
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 6,712	\$ 3,405
	FIXED ASSETS		
101	Utility Plant in Service	\$ 516,929	\$ 1,914,772
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	\$ 316,862	\$ 373,652
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 200,067	\$ 1,541,120
	TOTAL ASSETS	\$ 206,779	\$ 1,544,525

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

Company Name: Bradshaw Mountainview Water Co.

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$ 14,839	\$ 19,109
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 14,839	\$ 19,109
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 123,184	\$ 96,695
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	\$ 24,270	\$ 1,391,967
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction		
272	Less: Amortization of contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 24,270	\$ 1,391,967
	TOTAL LIABILITIES	\$ 162,293	\$ 1,507,771
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 5,000	\$ 5,000
211	Paid in Capital in Excess of Par Value	40,000	40,000
215	Retained Earnings	(514)	(8,246)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 44,486	\$ 36,754
	TOTAL LIABILITIES AND CAPITAL	\$ 206,779	\$ 1,544,525

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$220,332	\$245,941
460	Unmetered Water Revenue		
474	Other Water Revenues	2,516	4,160
	TOTAL REVENUES	\$222,848	\$250,101
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	25,108	31,137
618	Chemicals	819	630
620	Repairs and Maintenance	47,992	50,819
621	Office Supplies and Expense		
630	Outside Services	98,308	107,161
635	Water Testing	5,243	7,124
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	4,300	4,500
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	2,646	
675	Miscellaneous Expense	2,521	2,400
403	Depreciation Expense	20,009	59,605
408	Taxes Other Than Income		
408.11	Property Taxes	9,667	8,969
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$216,613	\$234,067
	OPERATING INCOME/(LOSS)	\$6,235	\$16,034
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	8,031	6,917
	TOTAL OTHER INCOME/(EXPENSE)	\$8,031	\$6,916
	NET INCOME/(LOSS)	\$(1,796)	\$(8,246)

SUPPLEMENTAL FINANCIAL DATA**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	1/1/86			
Source of Loan	Spring Valley Development			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$223,000	\$	\$	\$
Amount Outstanding	\$96,695	\$	\$	\$
Date of Maturity				
Interest Rate	7 %	%	%	%
Current Year Interest	\$6,916	\$	\$	\$
Current Year Principle	\$11,084	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 20,687

Meter Deposits Refunded During the Test Year \$ 1,454

COMPANY NAME Bradshaw Mountainview Water Co.	
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-610558	10	200				
55-610557	5	60				
55-610556	7.5	300				
55-584368	20	200				

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
20	1	6	
15	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
125000	2		
65000	1		
5000	2		

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME Bradshaw Mountainview Water Co.	
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3	pvc	3500
4	pvc	11,500
5		
6	pvc	42,768
8	pvc	20,000
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	216
3/4	376
1	2
1 1/2	4
2	7
Comp. 3	2
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

_____Liquid injection chlorinators 4

STRUCTURES: Small Well Houses and fenced lots

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: Bradshaw Mountainview Water Co.

Name of System: BMVWCO

ADEQ Public Water System Number: 13-062

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	573	2902	3275	
FEBRUARY	568	2800	2982	
MARCH	566	2906	3015	
APRIL	570	3298	3325	
MAY	572	4020	4125	
JUNE	577	4831	4950	
JULY	584	6440	6500	
AUGUST	581	4613	4800	
SEPTEMBER	578	4788	4975	
OCTOBER	579	4272	4300	
NOVEMBER	581	4349	4450	
DECEMBER	588	3074	3100	
TOTALS →		48293	49800	

What is the level of arsenic for each well on your system? ____nd____mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? __500 GPM for __1__hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(x) Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes (x) No

If yes, provide the GPCPD amount:_____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME **Bradshaw Mountainview Water** _____ YEAR ENDING **12/31/2007**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: \$ **8,968** _____

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

APR 10 2008

ARIZONA CORP. COMM.
Director, Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE TIM KYLLO PRES
COMPANY NAME KYLLO DEVELOPMENT DBA BRADSHAW MOUNTAINVIEW WATER

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

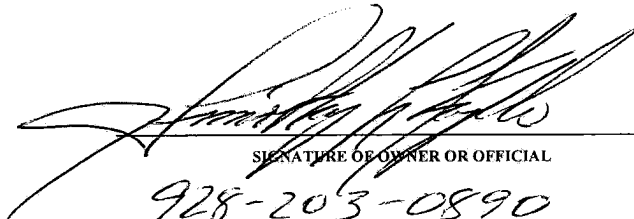
MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.



SIGNATURE OF OWNER OR OFFICIAL
928-203-0890

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

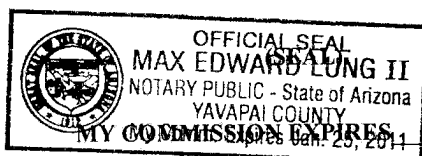
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

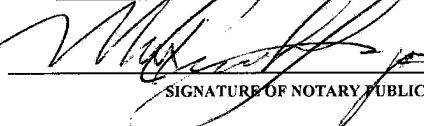
3rd

DAY OF

COUNTY NAME	YAVAPAI
MONTH	APRIL
	2008



1/25/2011



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME _____Bradshaw Mountainview Water

R ENDING 12/31/2007

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____ s corp n/a _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.



SIGNATURE



DATE



PRINTED NAME



TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 13 2008

W. GURP COMM
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE TIM KYLLO PRES
COMPANY NAME KYLLO DEVELOPMENT CORP DBA BRADSHAW MOUNTAINVIEW

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

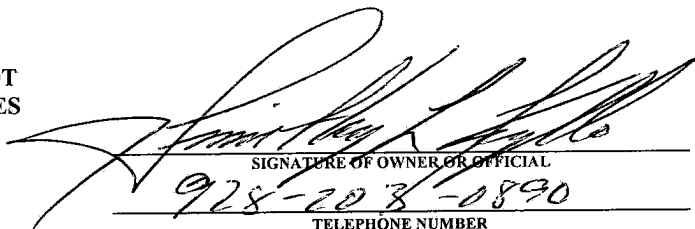
IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 264,902

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 14,801
IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**


SIGNATURE OF OWNER OR OFFICIAL
928-203-0890
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

8th

DAY OF

COUNTY NAME	YAVAPAI	
MONTH	APRIL	2008



OFFICIAL SEAL
MAX HOWARD LUNG II
NOTARY PUBLIC - State of Arizona
YAVAPAI COUNTY

MY COMMISSION EXPIRES Jan. 25, 2011


SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 9 2008

42 CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) YAVAPAI	
NAME (OWNER OR OFFICIAL) TIM KYLLO	TITLE PRES
COMPANY NAME KYLLO DEVELOPMENT CORP DBA BRADSHAW MOUNTAINVIEW WATER CO	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

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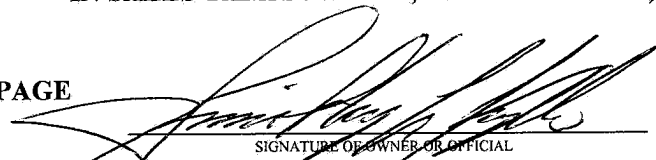
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>246,358</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 13,764
IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL
928-203-0890
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

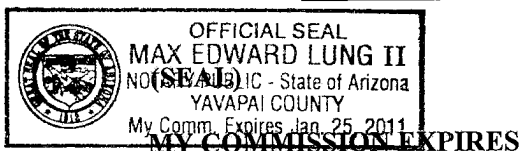
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

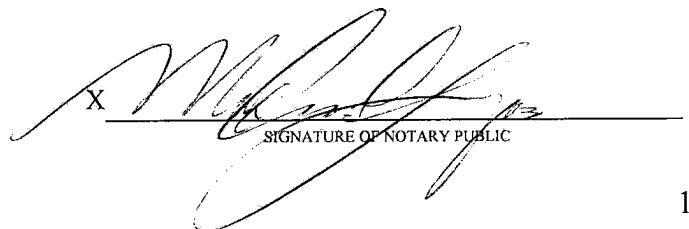
THIS

8th

DAY OF

NOTARY PUBLIC NAME <u>MAX EDWARD LUNG II</u>	
COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>APRIL</u>	YEAR <u>2008</u>




SIGNATURE OF NOTARY PUBLIC